

State: District of Columbia **First Filing Company:** Berkley National Insurance Company, ...
TOI/Sub-TOI: 01.0 Property/01.0001 Commercial Property (Fire and Allied Lines)
Product Name: General Risk Program Commercial Property Coverages
Project Name/Number: CP FPP Filing - Rules and Rating Information/BSS-CF-2016-5192-RARU-DC-18563

Filing at a Glance

Companies: Berkley National Insurance Company
Berkley Regional Insurance Company
StarNet Insurance Company

Product Name: General Risk Program – Commercial Property Coverages

State: District of Columbia

TOI: 01.0 Property

Sub-TOI: 01.0001 Commercial Property (Fire and Allied Lines)

Filing Type: Rate/Rule

Date Submitted: 11/09/2016

SERFF Tr Num: BNIC-130780867

SERFF Status: Submitted to State

State Tr Num:

State Status:

Co Tr Num: BSS-CF-2016-5192-RARU-DC-18563

Effective Date 04/01/2017

Requested (New):

Effective Date 04/01/2017

Requested (Renewal):

Author(s): Laura Lemke, Ashley Kalkanian

Reviewer(s):

Disposition Date:

Disposition Status:

Effective Date (New):

Effective Date (Renewal):

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General Information

Project Name: CP FPP Filing - Rules and Rating Information Status of Filing in Domicile: Pending
Project Number: BSS-CF-2016-5192-RARU-DC-18563 Domicile Status Comments:
Reference Organization: Reference Number:
Reference Title: Advisory Org. Circular:
Filing Status Changed: 11/09/2016
State Status Changed: Deemer Date:
Created By: Ashley Kalkanian Submitted By: Ashley Kalkanian
Corresponding Filing Tracking Number: BSS-CF-2016-5192-FM-DC-18318

Filing Description:

RE:Berkley National Insurance Company, NAIC #: 0098-38911, FEIN #: 75-2191453
Berkley Regional Insurance Company, NAIC #: 0098-29580, FEIN #: 43-1482586
StarNet Insurance Company, NAIC #: 0098-40045, FEIN #: 22-3590451
General Risk Program – Commercial Property Coverages
CP FPP Filing - Rules and Rating Information
Proposed Effective Date: April 1, 2017
Company Filing Number: BSS-CF-2016-5192-RARU-DC-18563

Berkley National Insurance Company (BNIC), Berkley Regional Insurance Company (BRIC) and StarNet Insurance Company (SIC) are amending the Commercial Property Coverages under their General Risk Program.

The attached filing memorandum describes the materials being submitted for your review and approval.

We respectfully request that the proposed materials be implemented for all new and renewal policies effective on or after April 1, 2017.

Please note that this filing is mutually exclusive to all other Programs filed and approved on behalf of the above captioned companies. All other filed and approved programs for the above captioned companies remain on file without change.

Company and Contact

Filing Contact Information

Ashley Kalkanian, akalkanian@wrberkley.com
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Suite 200
Naperville, IL 60563

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Filing Company Information

Berkley Regional Insurance Company	CoCode: 29580	State of Domicile: Delaware
475 Steamboat Road	Group Code: 98	Company Type: Insurance
Greenwich, CT 06830	Group Name: W. R. Berkley Corporation	State ID Number:
(203) 542-3800 ext. [Phone]	FEIN Number: 43-1432586	

StarNet Insurance Company	CoCode: 40045	State of Domicile: Delaware
475 Steamboat Road	Group Code: 98	Company Type: Insurance
Greenwich, CT 06830	Group Name: W. R. Berkley Corporation	State ID Number:
(203) 542-3800 ext. [Phone]	FEIN Number: 22-3590451	

Berkley National Insurance Company	CoCode: 38911	State of Domicile: Iowa
122 W Carpenter Freeway	Group Code: 98	Company Type: Insurance
Suite 350	Group Name: W. R. Berkley Corporation	State ID Number:
Irving, TX 75015	FEIN Number: 75-2191453	
(972) 719-2400 ext. [Phone]		

Filing Fees

Fee Required? No

Retaliatory? No

Fee Explanation:

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Rate Information

Rate data applies to filing.

Filing Method:	File & Use
Rate Change Type:	Neutral
Overall Percentage of Last Rate Revision:	0.000%
Effective Date of Last Rate Revision:	02/01/2017
Filing Method of Last Filing:	File & Use

Company Rate Information

Company Name:	Overall % Indicated Change:	Overall % Rate Impact:	Written Premium Change for this Program:	Number of Policy Holders Affected for this Program:	Written Premium for this Program:	Maximum % Change (where req'd):	Minimum % Change (where req'd):
Berkley National Insurance Company	0.000%	0.000%	\$0	4	\$15,114	0.000%	0.000%
Berkley Regional Insurance Company	0.000%	0.000%	\$0	4	\$11,381	0.000%	0.000%
StarNet Insurance Company	0.000%	0.000%	\$0	1	\$2,383	0.000%	0.000%

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Rate/Rule Schedule

Item No.	Schedule Item Status	Exhibit Name	Rule # or Page #	Rate Action	Previous State Filing Number	Attachments
1		Financial Institutions Property Enhancement Endorsement	CP 83 62	New		CP 83 62 Financial Institutions Property Enhancement Endorsement Rule CW ED 04 17.pdf
2		Financial Institutions Rating		New		Financial Institutions Commercial Property Rating Rule - CW ED 04 17.pdf

**BERKLEY NATIONAL INSURANCE COMPANY
BERKLEY REGIONAL INSURANCE COMPANY
STARNET INSURANCE COMPANY**

**GENERAL RISK PROGRAM
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MULTISTATE

CP 83 62 FINANCIAL INSTITUTIONS PROPERTY ENHANCEMENT ENDORSEMENT

A. Coverage

Attach this endorsement to provide coverage amendments specifically requested or needed by risks in the financial institutions industry. This endorsement is optional at the insured's request.

References to Described Premises refer to each location for which a Building or Your Business Personal Property Limit of Insurance is shown on the Property Declarations.

B. Premium Determination

1. Basic Limits Premium Determination

Charge \$201 for the main location.
Charge \$ 98 for each other described location.

No other modifications apply to this premium.

2. Increased Limits Premium Determination

The basic limits of insurance for the following coverages may be modified with the following premium adjustment:

- a. Premium for increased limits for the following coverages is calculated on a policy level basis. To increase the limit of coverage, apply the rate per \$100 of additional limit. No other modifications apply to this premium.

Coverage	Standard Limit Per Occurrence	Rate per \$100
Fire Department Service Charge	\$25,000	.25
Reward Payment	\$50,000	.25
Loss of Master Key	\$25,000	.10
Newly Constructed or Acquired Property - Building	\$1,000,000	.10
Newly Constructed or Acquired Property – Your Business Personal Property	\$1,000,000	.10
Personal Property At Other Locations	\$100,000	.03
Personal Property in Transit	\$50,000	.10
Personal Property at Exhibitions, Fairs, and Trade Shows	\$25,000	.10
Inventory and Appraisal	\$10,000	1.00
Salesmen's Samples	\$25,000	.10

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CP 83 62 FINANCIAL INSTITUTIONS PROPERTY ENHANCEMENT ENDORSEMENT (Continued)

Coverage	Standard Limit Per Occurrence	Rate per \$100
Emergency Vacating Expense	\$25,000	.50
Business Income And Extra Expense – Newly Acquired Properties	\$250,000	.25
Business Income And Extra Expense – Dependent Properties	\$10,000 ¹	2.00
Business Income And Extra Expense – Transit	\$10,000	2.00
Business Income And Extra Expense – Contractual Penalties	\$10,000	.50

- b. Premium for increased limits for the following coverages is calculated on a per location basis. To increase the limit of coverage at a described premises, apply the rate per \$100 of additional limit. No other modifications apply to this premium.

Coverage	Standard Limit Per Occurrence	Rate per \$100
Foundations and Underground Pipes	\$250,000	.10
Debris Removal	\$100,000	.03
Pollutant Clean-up and Removal	\$50,000	.10
Ordinance or Law ²	\$1,000,000	.01
Leasehold Interest	\$100,000	.10
Water Backup of Sewers or Drains	\$100,000	.15
Earthquake and Volcanic Eruption for Specified Property	Up to \$1,000,000	.05
Flood for Specified Property	Up to \$1,000,000	.05
Personal Effects and Property of Others	\$50,000	.10
Valuable Papers and Records ²	\$100,000	.03
Outdoor Property	\$50,000	.10
Fine Arts ²	\$50,000	.17

¹ Increased limits on this form are limited to \$25,000. Use form CP 15 34 and associated rates and rules for limits over \$25,000.

² Coverage may be offered on a Blanket basis.

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CP 83 62 FINANCIAL INSTITUTIONS PROPERTY ENHANCEMENT ENDORSEMENT (Continued)

Coverage	Standard Limit Per Occurrence	Rate per \$100
Accounts Receivable ²	\$25,000	.03
Newly Acquired Personal Property At A Covered Location	\$250,000	.10
Business Income And Extra Expense – Utility Services	\$100,000 ³	.50

- c.** 4% Inflation Guard is included for each Building and Your Business Personal Property for which a Limit of Insurance is shown in the Property Declarations at a described premises. Calculate the additional premium for Increased percentages for the Inflation Guard option for each coverage as follows:
- (1)** Select the Covered Building and/or Your Business Personal Property at each described premises for which an increased Inflation Guard Option will apply.
 - (2)** Multiply the premium otherwise applicable to such Building(s) and Your Business Personal Property by the Inflation Guard Rate to determine the premium applicable to the increased Inflation Guard Option.
 - (3)** The applicable rate is .01 for each additional 2% Annual Increase; the applicable rate is cumulative.

For example, the premium for 6% is .01 times the applicable property premium. The premium for 8% is .02 times the applicable property premium.
 - (4)** No other modifications apply to this premium.

d. Business Income and Extra Expense Coverage

- (1)** Except as noted in Rule **2 a.**, **2.b.**, and **2.d.(2)** through **2.d.(5)** for this endorsement, the filed ISO rates and rules and filed Company exceptions apply to all Business Income and Extra Expense Coverages.

³ Increased limits on this form are limited to \$250,000. Use form CP 15 45 and associated rates and rules for limits over \$250,000.

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CP 83 62 FINANCIAL INSTITUTIONS PROPERTY ENHANCEMENT ENDORSEMENT (Continued)

- (2)** Rule **50.D.** is amended to include the following:

The Financial Institutions Property Enhancement Endorsement includes the following as provided by form CP 00 30 Business Income (And Extra Expense) Coverage Form:

Coverage	Standard Limit
Business Income And Extra Expense Coverage	\$150,000 Per Occurrence at Each Described Premises
• Alterations and New Buildings	Included
• Civil Authority – Business Income • Civil Authority – Extra Expense	4 Weeks \$25,000
• Extended Business Income Other Than Rental Value	365 Days
• Extended Rental Value	365 Days
• Ordinance or Law	Included
• Newly Acquired Properties	\$250,000

- (3)** For limits in excess of \$150,000 Business Income and Extra Expense Coverage, rate only for the exposure in excess of \$150,000.

- (4)** The following exceptions apply to filed ISO rates and rules and filed Company exceptions:

(a) Rule **50.D.5.b.** does not apply.

(b) Rule **51.E.** Maximum Period of Indemnity Paragraph is amended as follows:

(i) Paragraph **1.** is deleted and replaced by the following:

- 1.** The maximum period of indemnity coverage option of 365 days is included in this endorsement. The coinsurance clause of Form CP 00 30 is suspended.

(ii) Paragraph **3.a.** does not apply. Coverage may be written on a Blanket basis.

(d) Rule **52.C.4.** Blanket Insurance does not apply. Coverage may be written on a Blanket basis.

3. Off Premises Automatic Teller Machines (ATM's) and Interactive Teller Machines (ITM's)

- a.** The Financial Institutions Property Enhancement Endorsement includes a Limit of Insurance for Off Premises ATM's and ITM's of \$25,000.

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- b.** Calculate the premium for Off Premises Automated Teller Machines (ATM's) and Interactive Teller Machines (ITM's) by multiplying the following:

$$\begin{array}{ccccccc} \text{The number of ATM's or} & & & & & & \\ \text{ITM's that are not} & & \text{(The highest value of} & & & & \\ \text{located on described} & \times & \text{any ATM or ITM) / \$100} & \times & .15 & = & \text{Premium} \\ \text{premises} & & & & & & \end{array}$$

No other modifications apply to this premium.

4. Deductible Amendments

- a.** Earthquake and Volcanic Eruption for Specified Property

The Deductible level included in the enhancement for this coverage is \$10,000. To amend the deductible, increase (decrease) the enhancement premium for each location by the following amounts.

\$1,000	\$2,500	\$5,000	\$15,000	\$25,000	\$50,000	\$100,000
\$3	\$2	\$1	(\$1)	(\$2)	(\$3)	(\$4)

- b.** Flood for Specified Property

The Deductible level included in the enhancement for this coverage is \$10,000. To amend the deductible, increase (decrease) the enhancement premium for each location by the following amounts.

\$1,000	\$2,500	\$5,000	\$15,000	\$25,000	\$50,000	\$100,000
\$3	\$2	\$1	(\$1)	(\$2)	(\$3)	(\$4)

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FINANCIAL INSTITUTIONS RATING

This rule applies only to risks in the Financial Institutions industry.

Tiered Rating

Based on risk strengths and weaknesses for an individual account, apply the following factors to the Loss Cost Multiplier. These tier factors shall be applied in a fair and non-discriminatory manner based upon an analysis of individual risk characteristics.

Tier	Factor
Tier 1	0.56
Tier 2	0.64
Tier 3	0.72
Tier 4	0.80

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Supporting Document Schedules

Bypassed - Item:	Consulting Authorization
Bypass Reason:	N/A to this filing.
Attachment(s):	
Item Status:	
Status Date:	

Satisfied - Item:	Actuarial Certification (P&C)
Comments:	
Attachment(s):	FIN CP Rate & Rule Filing Memo.pdf
Item Status:	
Status Date:	

Bypassed - Item:	District of Columbia and Countrywide Experience for the Last 5 Years (P&C)
Bypass Reason:	N/A to this filing.
Attachment(s):	
Item Status:	
Status Date:	

Bypassed - Item:	District of Columbia and Countrywide Loss Ratio Analysis (P&C)
Bypass Reason:	N/A to this filing.
Attachment(s):	
Item Status:	
Status Date:	

**BERKLEY NATIONAL INSURANCE COMPANY
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GENERAL RISK PROGRAM - COMMERCIAL PROPERTY COVERAGES

RATE AND RULE FILING MEMORANDUM

MULTISTATE

Berkley National Insurance Company (BNIC), Berkley Regional Insurance Company (BRIC) and Starnet Insurance Company (SIC) are amending the Commercial Property Coverages under their General Risk Program as described below.

New Rules

We are submitting the following new rules for your review.

CP 83 62 04 17 - Financial Institutions Property Enhancement Endorsement

This endorsement modifies the Building and Personal Property Coverage Form, Business Income (and Extra Expense) Coverage Form and the Causes of Loss - Special Form. Various provisions are modified and/or added to enhance the coverages provided to risks typically written in the financial institution industry.

- Basic Limits Premium
Charge \$201 for the insured's main location, and charge \$98 for each other described location.
- Increased Limits Premium
Various coverage limits of insurance can be increased for a premium charge, either at the policy level or location level. The Standard (Basic) Limit of Insurance is shown along with the rate per \$100 for increasing the Limit.
- 4% Inflation Guard is included. For each additional 2% annual increase, charge \$0.01.
- A \$150,000 Limit of Insurance applies to Business Income and Extra Expense coverage. To increase this limits of insurance, ISO rates/rules and filed Company exceptions apply.
- A \$25,000 Limit of Insurance applies to ATM's and ITM's off premises. Paragraph 3.b. provides the algorithm for increasing this limit.
- Earthquake and Volcanic Eruption for Specified Property coverage is provided with a \$10,000 deductible. The deductible can be modified for an additional premium charge, or premium credit.
- Flood for Specified Property coverage is provided with a \$10,000 deductible. The deductible can be modified for an additional premium charge, or premium credit.

Financial Institutions Rating

- Tiered Rating
- We are introducing a 4 tier rating structure for Financial Institution risks. This tier structure is modeled after the currently filed and approved Financial Services Program for Berkley National Insurance Company in this jurisdiction. As is the case with the aforementioned program, selection of the tier factor will be based on risk strengths and weaknesses for an individual account. The factors will be applied to the Loss Cost Multiplier, and done so in a fair and non-discriminatory manner based on analysis of individual risk characteristics.